

ABSTRACT

The invention provides new forms of financial instruments and methods for generating or issuing them. A company replaces some of its held or recuperated conventional stock with synthetic capital stock, or equity stock which has no dividend or franking credit. Some or all of the dividend stream or franking credits associated with the recuperated or held stocks are diverted to an issuer of medium term convertible notes. The issuer of the notes uses the diverted streams of dividends or franking credits to boost the yield of the notes and for other purposes.

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